

Press Release
19th November 2014

Announcement of Auction CPI-linked Treasury Notes (Series 21)

As announced in the issuance calendar for October 2014 – March 2015, the Central Government will launch a new CPI-linked Treasury Notes (UI Notes) due 2025 for sale by auction on November 25th. An issue volume of UI 120 million is envisaged in this first auction.

CPI-LINKED TREASURY NOTES (2025) – Series 21

Coupon: 4.00% annual
Interest Payment: Semiannual, May 26th and November 26th
Issuance date: November 26th, 2014
Maturity date: November 26th, 2025
Amount to be issued on November 25th, 2014: UI 120 million.

All local investors authorized by the Central Bank are allowed to submit bids in this auction¹.

The auction will be structured as a single-price auction; all accepted bids will be offered to investors at the same price.

The minimum amount of each bid is UI 100.000 and multiples of UI 10.000 thereof. Total bids by institution cannot exceed the amount the issuer is authorized to allocate (200% of the original tendered amount). The DMU reserves the right to accept part or all of the submitted bids, or reject all of them. Notes will be settled in Uruguayan Pesos².

The auction will close at 14:00 Montevideo time (UTC/GMT -2 hours). The price and the amount accepted will be announced around one hour after the bidding period closes in the DMU and CBU respective websites. Settlement will be on the next business day after the auction date.

For further information please go to deuda.mef.gub.uy or call +598-21712-2957

¹ Last Macroeconomic Coordination Committee held on September decided to remove the reserve requirement regime, regarding the increase in the holdings by non-residents of Central Government securities in local currency set forth in June 2013. In this regard, non-residents can invest without restriction through a local bank or broker to the extent they have an open account in these institutions.

² As of August 18th, 2014 ceased the possibility of integrating the instruments issued in nominal pesos and indexed units with US Dollars. Therefore, issuances of Treasury Notes shall be integrated exclusively in local currency from that date. For further information, please refer to BCU's Communication N°2014/122 www.bcu.gub.uy/Comunicados/segqco14122.pdf